

ORDINANCE NO.: 2021-09

AN ORDINANCE OF THE TOWN OF SIGNAL MOUNTAIN, TENNESSEE
ADOPTING THE ANNUAL BUDGET AND TAX RATE FOR THE FISCAL
YEAR BEGINNING JULY 1, 2021 AND ENDING JUNE 30, 2022
HEREINAFTER KNOWN AS THE "FY 2021-2022 BUDGET ORDINANCE".

WHEREAS, *Tennessee Code Annotated* § 9-1-116 requires that all funds of the State of Tennessee and all its political subdivisions shall first be appropriated before being expended and that only funds that are available shall be appropriated; and

WHEREAS, the Municipal Budget Law of 1982, requires that the Town Council adopt and operate under an annual budget ordinance presenting a financial plan with at least the information required by that state statute; and

WHEREAS, the Municipal Budget Law of 1982, sets forth provisions specifying limitations and procedures of operations under the annual budget ordinance; and

WHEREAS, the Signal Mountain Town Council has published the annual operating budget and budgetary comparisons of the proposed budget as required by *Tennessee Code Annotated* § 6-56-206 (b); and

WHEREAS, pursuant to and in compliance with the provisions of the Charter of the Town of Signal Mountain, Tennessee, revenue has been estimated for operating the municipal government for fiscal year 2021-2022 from all Town revenue sources; and

WHEREAS, the Signal Mountain Town Council is authorized to adopt an ordinance establishing the fiscal year 2021-2022 annual budget pursuant to the Charter of the Town of Signal Mountain.

NOW THEREFORE, BE IT ORDAINED BY THE TOWN COUNCIL OF THE TOWN OF SIGNAL MOUNTAIN, TENNESSEE, THAT:

SECTION 1. That the Town Council of the Town of Signal Mountain, Tennessee estimates anticipated revenues of the Town from all sources and appropriates planned expenditures for the budgets of the various departments, agencies, boards, commissions, offices, divisions or branches of Town government, herein presented on the attached FY 2021-2022 Budget, together with the actual annual receipts and expenditures of the last preceding fiscal year and the estimated annual expenditures for the current fiscal year, and from these anticipated revenues and unexpended and unencumbered funds for the fiscal year beginning July 1, 2021 and ending June 30, 2022, and including the projected ending balances for the budget year, the actual ending balances for the most recent ended fiscal year and the estimated ending balances for the current fiscal years, to be as hereinafter set out on the attached FY 2021-2022 Budget.

SECTION 2. At the end of the current fiscal year (June 30, 2021) the Town Council for the Town of Signal Mountain, Tennessee estimates ending fund balances to be as hereinafter set out on the attached FY 2021-2022 Budget.

SECTION 3. That the Signal Mountain Town Council recognizes that the municipality has bonded and other indebtedness as hereinafter set out on the attached FY 2021-2022 Budget.

SECTION 4. During the coming fiscal year 2021-2022, the Signal Mountain Town Council has pending and anticipated capital projects with proposed funding as hereinafter set out on the attached FY 2021-2022 Budget.

SECTION 5. During the FY 2021-2022 budget year, the Town Manager is hereby authorized to make necessary transfers between line items within departmental budgets. Pursuant to *Tennessee Code Annotated* § 6-56-209, the Town Manager is further authorized to make necessary transfers from one appropriation (department) to another within the same fund; however, any such transfer may not exceed Ten Thousand Dollars (\$10,000.00) and must be reported to the Town Council at its next regularly scheduled meeting and shall be entered in the minutes of that meeting.

SECTION 6. No appropriations listed in the attached FY 2021-2022 Budget may be exceeded without an amendment of the budget Ordinance. In addition, no appropriation may be made in excess of available funds except to provide for an actual emergency threatening the health, property or lives of the inhabitants of the Town and declared by the Town Council as required by *Tennessee Code Annotated* § 6-56-205.

SECTION 7. As a result of the 2021 reassessment of Town properties by the Hamilton County Assessor, the certified (revenue neutral) tax rate is 1.6412.

Due to increased operational costs the Town Council has determined that for the purpose of raising revenue to operate the various departments, agencies, boards, commissions, office, divisions or branches of the municipal government, and to meet current debt obligations, an additional \$0.06 on the tax rate is necessitated.

Therefore, a tax shall be and is hereby levied for the year 2021 on all taxable property within the Town of Signal Mountain, Tennessee, at the rate of \$1.7012 upon every \$100.00 in assessed value of such taxable property and to the extent applicable, there is also levied a tax at the same rate upon every \$100.00 of merchant and other ad valorem taxable items within the

corporate limits of the Town of Signal Mountain, Tennessee.

SECTION 8. If for any reason this budget ordinance is not adopted prior to the beginning of the next fiscal year, the appropriations in this budget ordinance shall become the appropriations for the next fiscal year until the adoption of a new budget ordinance in accordance with *Tennessee Code Annotated* § 6-56-210 provided sufficient revenues are being collected to support the continuing appropriations. Approval of the Director of the Office of State and Local Finance in the Comptroller of the Treasury for the continuation budget will be requested if any indebtedness is outstanding.

SECTION 9. This budget shall not become the official budget for the fiscal year until such budget is approved by the Comptroller of the Treasury or Comptroller's Designee in accordance with Title 9, Chapter 21, Tennessee Code Annotated. If the Comptroller of the Treasury or Designee determines that the budget does not comply with applicable statutes, the Signal Mountain Town Council shall adjust its estimates or make additional tax levies sufficient to comply with said statutes, or as directed by the Comptroller of the Treasury or Designee.

SECTION 10. All unencumbered balances of appropriations remaining at the end of the fiscal year shall lapse and revert to the respective fund balances.

SECTION 11. All ordinances or parts of ordinances in conflict with any provision of this ordinance are hereby repealed.

SECTION 12. This ordinance shall take effect after the second and final reading, the public welfare requiring it.

Published-Times Free Press: August 5 2021

Published-Times Free Press: August 11, 2021

Passed First Reading: August 9, 2021

Passed Second Reading: August 18, 2021



Charles Poss, Mayor



Recorder

TOWN OF SIGNAL MOUNTAIN
FISCAL YEAR 7/1/2021 - 6/30/2022 BUDGET

	Actual 2019-2020	Estimated Actual 2020-2021	Budget 2021-2022
<u>SECTION 1.</u>			
GENERAL FUND			
Cash Receipts			
Local taxes	\$ 6,576,466.51	\$ 6,780,000	\$ 6,760,680
Intergovernmental	1,412,446.36	1,340,000	1,227,531
Charges for services	58,225.29	92,208	169,050
Fines, forfeitures, penalties	27,506.48	12,481	35,000
License & permits	87,645.61	97,175	67,600
Miscellaneous revenue	233,149.06	89,000	435,838
Total Revenues and Other Financing Sources	\$ 8,395,439.31	\$ 8,410,864	\$ 8,695,699
Appropriations			
Administration	\$ 416,908.10	\$ 425,500	\$ 499,925
Building & Codes	156,745.05	169,833	185,992
Debt Service	391,284.17	377,000	396,485
Facilities Maintenance	212,989.72	325,281	385,903
Finance	230,564.32	251,500	262,516
Fire	2,461,397.88	2,537,064	2,678,359
Judicial	55,544.59	60,000	61,163
Mountain Arts Community Center	154,085.11	85,000	100,762
Operating Transfer to Capital Proj.-Const. Fund	0.00	0	0
Operating Transfer to Library Fund	195,044.63	192,500	242,150
Operating Transfer to Sanitation Fund	710,000.04	0	0
Operating Transfer to State Street Aid Fund	268,439.00	0	0
Parks & Recreation	483,115.13	585,914	653,845
Police	1,552,160.84	1,618,250	1,685,779
Public Works	793,778.77	876,433	1,009,981
Sanitation	0.00	744,100	929,715
Total Appropriations	\$ 8,082,057.35	\$ 8,248,375	\$ 9,092,572
Change in Fund Balance (Revenues - Appropriations)	313,382	162,489	(396,874)
Beginning Fund Balance July 1	4,163,994.12	4,477,376	4,639,865
Ending Fund Balance June 30	4,477,376.08	4,639,865	4,242,991
Ending Fund Balance as a % of Total Appropriations	52%	56%	47%
(As required by Town Resolution 2011-28)			
(Includes Library Fund)			

OTHER GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUND - BUILDING CONSTRUCTION

	Actual 2019-2020	Estimated Actual 2020-2021	Budget 2021-2022
Cash Receipts			
Sale of Notes	\$ 374,496.17	\$	\$
Intergovernmental - State		21,375	290,000
Operating transfers in	0.00	0	0
Miscellaneous revenue		580,000	259,800
Total Cash Receipts	\$ 374,496.17	\$ 601,375	\$ 549,800
Appropriations			
All expenditures	\$ 61,878.22	\$ 851,000	\$ 1,518,800
Total Appropriations	\$ 61,878.22	\$ 851,000	\$ 1,518,800
Change in Fund Balance (Revenues - Appropriations)	312,617.95	(249,625)	(969,000)
Beginning Fund Balance July 1	957,570.19	1,270,188	1,020,563
Ending Fund Balance June 30	1,270,188.14	1,020,563	51,563
Ending Fund Balance as a % of Total Appropriations	2053%	120%	3%

DRUG FUND

Cash Receipts			
Fines, forfeitures, penalties	\$	\$	\$
Other revenue	1,499.07	307	0
Total Cash Receipts	\$ 1,499.07	\$ 307	\$ 0
Appropriations			
All expenditures	\$ 9,863.99	\$ 7,500	\$ 0
Total Appropriations	\$ 9,863.99	\$ 7,500	\$ 0
Change in Fund Balance (Revenues - Appropriations)	(8,364.92)	(7,193)	0
Beginning Fund Balance July 1	17,030.81	8,666	1,473
Ending Fund Balance June 30	8,665.89	1,473	1,473
Ending Fund Balance as a % of Total Appropriations	88%	20%	

LIBRARY FUND

Cash Receipts			
Revenue	\$ 7,508.98	\$ 4,200	\$ 8,336
Operating transfers in	195,044.63	210,000	242,150
Total Cash Receipts	\$ 202,553.61	\$ 214,200	\$ 250,486
Appropriations			
All expenditures	\$ 211,610.09	\$ 219,000	\$ 250,513
Total Appropriations	\$ 211,610.09	\$ 219,000	\$ 250,513
Change in Fund Balance (Revenues - Appropriations)	(9,056.48)	(4,800)	(27)
Beginning Fund Balance July 1	14,200.48	5,144	344
Ending Fund Balance June 30	5,144.00	344	317
Ending Fund Balance as a % of Total Appropriations	2%	0%	0%

	Actual 2019-2020	Estimated Actual 2020-2021	Budget 2021-2022
SANITATION FUND			
Cash Receipts			
Local taxes/revenues	\$	\$	\$
User fees	44,020.39		
Miscellaneous revenues	302.34		
Operating transfers in	710,000.04		
Total Cash Receipts	\$ 754,322.77	\$ 0	\$ 0
Appropriations			
All expenditures	\$ 729,376.97	\$	\$
Total Appropriations	\$ 729,376.97	\$ 0	\$ 0
Change in Cash (Receipts - Appropriations)	24,945.80	0	0
Beginning Cash Balance July 1	20,513.61	45,459	
Ending Cash Balance June 30	45,459.41	45,459	
Ending Cash as a % of Total Ending Cash Balance/Appropriations	6%		

STATE STREET AID

Cash Receipts			
Intergovernmental - State	\$ 272,722.22	\$ 0	\$ 0
Intergovernmental - Federal	325.72	142,372	600,000
State Gas & Motor Fuel	296,172.49	300,000	300,000
Miscellaneous revenues	149.43	13	
Operating transfers	268,439.00	0	420,000
Total Cash Receipts	\$ 837,808.86	\$ 442,385	\$ 1,320,000
Appropriations			
All regular expenditures	\$ 1,124,723.58	\$ 610,000	\$ 1,309,000
Total Appropriations	\$ 1,124,723.58	\$ 610,000	\$ 1,309,000
Change in Fund Balance (Revenues - Appropriations)	(286,914.72)	(167,615)	11,000
Beginning Fund Balance July 1	654,300.84	367,386	199,771
Ending Fund Balance June 30	367,386.12	199,771	210,771
Ending Fund Balance as a % of Total Appropriations	33%	33%	16%

VEHICLE REPLACEMENT FUND

Cash Receipts			
Operating transfers in	\$ 409,470.96	\$ 475,130	\$ 491,640
Miscellaneous revenue	82,743.27	19,000	5,000
Total Cash Receipts	\$ 492,214.23	\$ 494,130	\$ 496,640
Appropriations			
All expenditures	\$ 66,246.73	\$ 176,450	\$ 563,371
Total Appropriations	\$ 66,246.73	\$ 176,450	\$ 563,371
Change in Fund Balance (Revenues - Appropriations)	425,967.50	317,680	(66,731)
Beginning Fund Balance July 1	896,767.22	1,322,735	1,640,415
Ending Fund Balance June 30	1,322,734.72	1,640,415	1,573,684
Ending Fund Balance as a % of Total Appropriations	1997%	930%	279%

	Actual <u>2019-2020</u>	Estimated Actual <u>2020-2021</u>	Budget <u>2021-2022</u>
PROPRIETARY FUNDS			
STORMWATER FUND			
Cash Receipts			
User fees	\$ 299,727.60	\$ 298,892	\$ 405,860
Miscellaneous revenue	767.59	77	750
Total Cash Receipts	\$ 300,495.19	\$ 298,969	\$ 406,610
Appropriations			
All expenditures	\$ 423,989.07	\$ 430,000	\$ 661,409
Total Appropriations	\$ 423,989.07	\$ 430,000	\$ 661,409
Change in Net Position	(123,493.88)	(131,031)	(254,799)
Beginning Net Position July 1	785,006.98	661,513	530,482
Ending Net Position June 30	661,513.10	530,482	275,683
WATER FUND			
Cash Receipts			
User fees & other revenue	\$ 1,644,306.47	\$ 1,777,500	\$ 2,161,800
Total Cash Receipts	\$ 1,644,306.47	\$ 1,777,500	\$ 2,161,800
Appropriations			
All expenditures	\$ 1,567,871.32	\$ 2,561,600	\$ 3,059,092
Total Appropriations	\$ 1,567,871.32	\$ 2,561,600	\$ 3,059,092
Change in Net Position	76,435.15	(784,100)	(897,292)
Beginning Net Position July 1	6,480,731.54	6,557,167	5,773,067
Ending Net Position June 30	6,557,166.69	5,773,067	4,875,775

SECTION 2.

Estimated
Fund Balance/Net Position
at June 2021
4,639,865

GENERAL FUND**OTHER GOVERNMENTAL FUNDS**

Capital Projects - Building Construction Fund	1,020,563
Drug Fund	1,473
Library Fund	344
Sanitation Fund	
State Street Aid Fund	199,771
Vehicle Replacement Fund	1,640,415

PROPRIETARY FUNDS

Stormwater Fund	530,482
Water Fund	5,773,067

SECTION 3.

Bonded or Other Indebtedness	Estimated Debt Authorized and Unissued	Principal Outstanding at June 30, 2021	FY 2021-2021 Principal Payment	Estimated FY 2021-2022 Interest Requirements
Notes - 2015	0	\$ 2,171,000	144,000	57,200
Notes - 2017	0	\$ 2,648,000	124,000	71,285

SECTION 4.

Pending Capital Projects (All Funds)	Total Expense	Capital Projects Expense Financed by Estimated Revenues and/or Reserves	Capital Projects Expense Financed by Debt Proceeds
Fire Station #2-Rennoventions to Live Fire Training Building (General Fund)	\$ 25,000	\$ 25,000	
Hedges Field-Fencing and Lighting (General Fund)	\$ 12,000	\$ 12,000	
Library-Carpet (General Fund)	\$ 30,000	\$ 30,000	
Parks & Rec.-Pool-Pool Re Plaster (General Fund)	\$ 80,000	\$ 80,000	
Parks & Rec.-Tennis Courts-Upper Courts Fence (General Fund)	\$ 25,000	\$ 25,000	
ADA Projects (General Fund)	\$ 30,000	\$ 30,000	
Attendant shelter/office -Sanitation - Recycle (General Fund)	\$ 15,000	\$ 15,000	
Marion/Driver Fields (Capital Projects Fund)	\$ 139,000	\$ 139,000	
Library Renovations (Capital Projects Fund)	\$ 659,800	\$ 659,800	
Old Town Sidewalks (State Street Aid Fund)	\$ 750,000	\$ 750,000	
Drainage Improvements (Stormwater Fund)	\$ 200,000	\$ 200,000	
Water Line Replacements (Water Fund)	\$ 50,000	\$ 50,000	
Booster Station (Water Fund)	\$ 520,000	\$ 520,000	

Anticipated Future Capital Projects (All Funds)	Total Expense	Capital Projects Expense Financed by Estimated Revenues and/or Reserves	Capital Projects Expense Financed by Debt Proceeds
Facility Repair and Improvments (General Fund)	\$ 180,000	\$ 180,000	
Playground Equipment - Timberlinks Park (General Fund)	\$ 54,000	\$ 54,000	
Old Town Sidewalks (State Street Aid Fund)	\$ 800,000	\$ 800,000	
Drainage Improvements (Stormwater Fund)	\$ 200,000	\$ 200,000	
Booster Station (Water Fund)	\$ 400,000	\$ 400,000	